

# **BBEDC**

## **3rd Quarter Report 2003**

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## **QUARTERLY HIGHLIGHTS**

### **3rd Quarter 2003**

- Distributed a brochure with a summary of the Bristol Bay Restructuring Report to Bristol Bay permit holder and other interested parties in Alaska and the Pacific Northwest
- Conducted regional outreach meetings on Bristol Bay Restructuring report in King Salmon and Dillingham with a combine total of 100 people attending
- Gave a presentation on the restructuring report to over a 100 people attending a Bristol Bay Native Association Community Governance meeting in Dillingham
- Met with Northern Economics staff several times to continue work on the implementation of the Saltonstall Kennedy Grant award of 2003
- Bristol Bay Science and Research Institute met to consider 2004 project.
- One resident from Togiak worked in the Galley on Arctic Fjord.
- One resident from Naknek worked as a deckhand for Icicle Seafood's.
- Seventeen residents from Dillingham, Togiak, New Stuyahok, Pedro Bay, Levelock, Koliganek, and Egegik worked for BBEDC industry companies as seafood processors.
- Bristol Bay area residents have made over \$526,000 in cumulate wages with BBEDC industry partner companies.
- Two accounting staff were hired at BBEDC
- Transition to bringing accounting functions in-house is nearing completion
- One resident from Dillingham completed an internship with American Seafood's.
- One resident from S Naknek completed an office internship with Icicle seafood's Seattle office.
- One resident from Dillingham completed an shipping and marketing internship with Icicle Seafood's at their Bellingham plant.
- One resident from Dillingham completed an internship with ADF&G in the Dillingham office and the counting camp at Portage Creek
- One Koliganek resident completed an office internship with Peter Pan Seafood's in Dillingham
- One Naknek Resident completed an internship with the Port of Naknek
- One Egegik resident completed an internship in Egegik working with the excess refuse from the cannery's
- One Dillingham resident completed an advanced internship at the Dillingham Harbor
- One Dillingham resident completed an internship with Bristol Bay Permit Brokerage
- One resident from Aleknagik started an internship with Icicle Seafood's in their Seattle office.
- One resident from Koliganek started an internship with Arctic Storm in their Seattle office.
- Two residents returned to Matanuska Susitna College for their second year of their heating and refrigeration courses.

- Peer Workers completed one issue of FishHead Soup Newsletter and distributed 1000 issues.
- Peer workers continue to work in all their villages to assist people with employment and training issues and have been very instrumental in helping many people find employment.
- Peer workers helped several residents from communities work on issues with Child support and one of them had a debit of over \$72,000 eliminated from their record.
- BBEDC staff members traveled to Naknek to attend a Lake and Peninsula Borough meeting and speak about BBEDC programs
- BBEDC staff worked with individual fishermen in the application process for the Fisheries Revitalization Monies made available through the Alaska Department of Labor.

## **Regional Fisheries**

### **Regional Fisheries Retreat**

During the second quarter BBEDC staff began making preparations for a regional fisheries retreat for the Regional Fisheries Committee. The primary purpose is to continue developing a strategy that will help achieve the goal of increasing ex-vessel prices for BBEDC fishermen. The retreat will also be used as a forum to evaluate the strength and weaknesses of the 2003 marketing and quality initiative.

### **Halibut**

The CDQ halibut fishery continues to be an important economic source for Bristol Bay fishers. Forty-six BBEDC fishers harvested 100% of the 4E halibut quota, a total of 117,000 pounds. An additional 35,000 pounds of quota was harvested through transfers from Area 4D. Preliminary estimates indicate that the 2003 halibut fishery was worth roughly \$300,000 to local fishers.

### **Quality and Marketing Initiative**

BBEDC concluded its 2003 marketing and quality program in August. The program successfully supplied McCormick and Schmick restaurant chains, located across the country, with fresh Bristol Bay salmon fillets. BBEDC will be examining the 2003 program and will be focusing staff time over the winter months to refine the approach used during the past summer.

In September, five ambassadors from the communities of Togiak, Manokotak, Dillingham and Ekwok manned a booth in Washington, D.C., at the Natural Food Show East, trade show, promoting the Bristol Bay Wild brand.

### **Ice Machines**

BBEDC continues to support the six communities who received ice machines with administrative and other support services to help them better utilize their machines.

## **Slush Bags and Fish Hold Insulation**

BBEDC insulated 38 vessel fish holds and provided 530 slush bags to local fishers during the third quarter.

## **Outreach**

BBEDC staff conducted a postseason wrap-up session with fishers who participated in the 2003 Quality and Marketing program.

BBEDC staff met with fishers in Togiak and Pilot Point to inform them about the opportunity to have their vessel fish holds insulated.

BBEDC staff held two community “Bristol Bay Restructuring” meetings to educate local fishers and others about the results of the study. There were approximately 50 people each in the Dillingham and Naknek meetings. BBEDC CEO made the presentations and fielded numerous questions from audience members.

## **Community and Business Development Funds**

BBEDC provided technical assistance to two local fishery businesses and technical assistance to five communities.

## **Match Committee**

The committee is planning to meet during the first part of the fourth quarter to continue developing an interest rate subsidy program for BBEDC residents.

## **Bristol Bay Science and Research Institute (BBSRI)**

Staff activities this quarter included initiating the National Pacific Research Board (NPRB) research, assisting with the restructuring study (write and publish the study brochure), participating in several discussions regarding proposed Bristol Bay Escapement Goals (BEG's) for Bristol Bay, addressing an emergency request to fund an evaluation of the Branch River over escapement, and initiating discussions to develop a long-term strategy for Bristol Bay fisheries research and funding. During the July meeting, staff reviewed and provided an update on the summer's field programs. Discussions were held about possible roles BBSRI should take in the future with the consensus being that BBSRI should strive to integrate itself into local research and management activities and avoid becoming a fringe-research organization that works in isolation from other institutions.

In August staff worked to prepare a response regarding the IRS's plans to reclassify BBSRI as a private foundation instead of a public charity (both are classified as 501(c) 3 corporations, but private foundations face tougher tax audits).

In early October, the IRS notified BBRSI saying its corporate status was certified as a public charity.

During September staff worked with LGL on preparing the beluga analysis component of the NPRB research project; when completed the report will represent one section of the entire project.

## **Salmon Fishery Restructuring Study (BBSFRS)**

A several page summary brochure was developed in an attempt to condense the Salmon Restructuring Report into a more understandable format. Copies were mailed to all limited entry permit holders in Bristol Bay, Alaska and the Pacific Northwest and were also sent to numerous fisheries organizations, representatives, and government officials.

## **Education**

### **Harvey Samuelsen Scholarship**

- Assisted over a hundred students with the HSST application process
- Received, reviewed, and scored 98 scholarship applications. Eighty One scholarship applicants were approved for the 2003-2004 academic year.
- Distributed the 1st disbursement of scholarships for the 2003-04 award cycles (79 recipients's totaled \$54,290).
- Harvey Samuelsen Scholarship board of directors met to discuss corporate governance issues at the September BBEDC board meeting.

### **Salmon Camp**

- BBEDC's 2<sup>nd</sup> annual "Salmon Camp" was held July 21<sup>st</sup> - August 2, 2003 with a total of 15 students participating in both the middle school and high school camps. Students were recruited from throughout Bristol Bay, including students from non-CDQ communities. Twenty three students were selected to attend from a competitive application process. Due to last minute cancellations only 15 students actually participated in the Camp(s).
- Great emphasis was placed on coordinating with local state and federal agencies. One of the greatest assets to our program has been the collaborative effort of many different agencies (ADF&G, USFWS and SWRSD). Through this collaboration we have been successful at providing a very unique and challenging learning experience for Bristol Bay students, at the same time providing them an opportunity to interact and learn from fishery management professionals.

Because attendance level and enthusiasm from High School students waned in 2003, future camps may be limited to middle school students.

As in previous years, BBEDC is planning to provide the majority of the funding for the 2004 Camp. However, staff will continue to explore other funding sources.

## **WIA Youth employability project**

During the 3<sup>rd</sup> quarter the Youth Employability Grant was successfully renewed for the third year. The Bristol Bay Borough, Dillingham City School, and Southwest Region School District have students signed up to participate in the program. Tawnja Powers was retained as the WIA Specialist. She made two trips in September to Togiak to enroll in-school and out-of-school youth.

Tutoring services will be initiated to increase the basic skill level of each participant. Goals are established and an Individual Service Strategy is developed to ensure that each individual achieves the objectives. Individual grantees this year will enter the participant data into the State of Alaska MIS computer system. Troy Kunzler and Tawnja Powers attended the training held in Anchorage and are now qualified to do MIS data input.

## **II. Community Development**

### **A. Progress towards Goals, Objectives, Milestones Administration**

#### ***Objective 1 - Maintain effective and efficient Board of Directors.***

- 1) *Milestone* - Review policies, procedures, articles and bylaws.  
The Policy Committee continues to recommend revisions to the Corporate and Personnel Policy Manual.
- 2) *Milestone* - Review committee and officer positions.  
  
This process occurs regularly throughout the year.
- 3) *Milestone* - Review and revise board calendar.  
  
Ongoing process throughout the year
- 4) *Milestone* - Conduct board training.  
  
No activity this quarter.
- 5) *Milestone* - Review long range strategic plan and modify as needed.  
  
Ongoing process throughout the year
- 6) *Milestone* - Approve annual operating plan and budget.  
  
Annual budget approved during November meeting.
- 7) *Milestone* - Monitor progress of annual operating plan.



Ongoing process throughout the year

***Objective 2 - Maintain effective and efficient staff and administration.***

- 8) *Milestone* - Review staff structure.

During the third quarter two accounting staff was hired. BBEDC is in the process of completing the transition of providing accounting services in-house. New positions in Regional Fisheries will be hired during the fourth quarter.

- 9) *Milestone* - Review and update personnel and board policies and procedures.

Each Policy Committee meeting held during the quarterly meeting cycle generally involves recommendations to BOD regarding corporate and personnel policy manuals.

- 10) *Milestone* - Perform staff evaluations.

Each staff receives an annual evaluation on the date of their hire.

***Objective 3- Maintain budgeting, financial planning, and reporting and financial controls.***

- 11) *Milestone* - Allocate all royalties, 50% to Capital Investment Fund, 45% to operations and 5% to Scholarship Trust.

CDQ royalties are allocated 50/45/5 as payments are received and reconciled quarterly. BOD will approve 2004 budget at the November BOD meeting.

**Prepare annual budgets.**

- 12) *Milestone* - Develop consolidated and detailed budgets annually.

Approved annually at November BOD meeting.

**Prepare monthly and quarterly financial statements.**

- 13) *Milestone* - Prepare and review monthly and quarterly financial statements.

Monthly statements were prepared and distributed to all management for review. Second quarter statements were reviewed by the Board at its September meeting. The 3rd quarter report will be reviewed by the BOD at its November meeting.

**Review fund managers' performance annually.**

- 14) *Milestone* - Review fund managers' performance.

Previously had been done at May BOD

**Prepare annual audit and approve.**

- 15) *Milestone* - Prepare and approve annual audit / agreed upon procedures.

Audit reports were approved by the Board at its May meeting and forwarded to the state.

- 16) *Milestone* - Review and approve auditors.

Previously accomplished at May BOD

***Objective 4 - Meet all regulatory requirements.***

**Prepare annual report and audit.**

- 17) *Milestone* - Prepare and file annual report and audit.

Audit reports were approved by the Board at its May meeting and forwarded to the state.

**Community Development**

***Objective 5 - Manage CDQ's to maximize benefit to BBEDC and limit bycatch.***

- 18) *Milestone* - Maintain active CDQ fishery management.

Active and ongoing throughout the year.

- 19) *Milestone* - Maintain real-time management system.

Active and ongoing throughout the year.

- 20) *Milestone* - Review and approve Arctic Storm CDQ Fishing Plan.

The fishing plan was deleted during the pollock negotiations.

- 21) *Milestone* - Review and approve Bristol Leader CDQ Fishing Plan.

No activity this quarter.

- 22) *Milestone* - Review and approve North Pacific CDQ Fishing Plan.

BBEDC now partners with US Seafoods.

- 23) *Milestone* - Review and approve Kaldestad CDQ Fishing Plan.

Completed during 1<sup>st</sup> quarter.

- 24) *Milestone* - Review and approve Iccle CDQ Marketing Plan.

Completed during 1<sup>st</sup> quarter.

- 25) *Milestone* - Arctic Storm Annual Mtg / Review Royalty and Employment Agreements.

The annual meeting occurs in December.

- 26) *Milestone* - Bristol Leader Annual Mtg / Review Royalty and Employment Agreements.

It is prepared in December.

- 27) *Milestone* - North Pacific Annual Mtg / Review Royalty and Employment Agreements

Not applicable. BBEDC now partners with US Seafoods.

- 28) *Milestone* - Kaldestad Annual Mtg / Review Royalty and Employment Agreements

It is prepared in December.

- 29) *Milestone* - Iccle Annual Mtg / Review Royalty and Employment Agreements.

It is prepared in December of 2003.

- 30) *Milestone* - Manage fishery to maximize harvest and benefits to residents.

Ongoing and active throughout the year.

- 31) *Milestone* - Facilitate the establishment of stable markets for 4E Halibut.

Ongoing and active throughout the year.

- 32) *Milestone* - Hold Workshops to enhance good fishing practices, use of improved gear, and safety.

Ongoing and active throughout the year.

- 33) *Milestone* - Work with other CDQ groups on CDQ harvesting issues.

Ongoing and active throughout the year.

***Objective 6 - Maintain and improve outreach and communications.***

- 34) *Milestone* - Distribute quarterly newsletter.

Copies of FishHead soup were distributed during the 3rd quarter.

- 35) *Milestone* - Update information monthly.

Active and ongoing throughout the year.

- 36) *Milestone* - Prepare and distribute Annual Activities Report.

Preparation for the 2002 report began during the third quarter. The report will be completed and distributed during the fourth quarter.

- 37) *Milestone* - Offer a website with current BBEDC information.

BBEDC's website is revised on an ongoing basis.

- 38) *Milestone* - Attend community meetings with IRS, BBNA, Job Fairs, etc.

Several community meetings were conducted during the 2<sup>nd</sup> quarter.

- 39) *Milestone* - Send out flyers, radio, and cable announcements periodically.

BBEDC programs and employment opportunities are regularly advertised in the region.

- 40) *Milestone* - Represent CDQ interests at NPFMC and IPHC meetings and other forums.

BBEDC has representation at all NPFMC and IPHC meetings.

- 41) *Milestone* - Promote CDQ's and their continuance.

BBEDC participates fully at the statewide and national level in all issues relevant to the CDQ program.

***Objective 7 - Provide Work Readiness training through Education Initiative.***

- 42) *Milestone* - Implement Work Readiness program in classroom.

During the second quarter the Workforce Investment Grant was renewed for 2003-2004 period.

- 43) *Milestone* - Make program suitable for individual school district needs.

BBEDC staff works with regional school districts on a regular basis.

44) *Milestone* - Provide support for program delivery.

This is an ongoing activity throughout the year.

***Objective 8 - Maintain in-region ownership of Bristol Bay salmon limited entry permits.***

45) *Milestone* - Fund the Bristol Bay Permit Brokerage.

Fully funded in the 2003 annual budget.

46) *Milestone* - Retain permits in jeopardy of loss through tax counseling and brokerage services.

Worked with Bristol Bay permit holders in the third quarter; although the activity began to enter the usual phase of decline during the fall and winter months.

47) *Milestone* - Contact permit holders in arrears with IRS.

BBEDC relies on fishermen to contact the organization.

48) *Milestone* - Maintain working relationship with IRS and other debt agencies.

This occurs on an ongoing and regular basis.

49) *Milestone* - Attain grant funds to extend BBPB services to non-CDQ communities.

No activity this quarter.

50) *Milestone* - Provide assistance to non-CDQ community residents.

Numerous non-CDQ fishermen were provided services in the second quarter.

***Objective 9- Enhance and expand regional fisheries opportunities in Bristol Bay.***

51) *Milestone* - Select several initiatives annually for regional development.

Ongoing and active process throughout the year.

52) *Milestone* - Implement annual fisheries development priorities.

Ongoing and active process throughout the year.

53) *Milestone* - Continue product and market research on identified and possible commercial species.

Ongoing and active process throughout the year.

54) *Milestone* - Investigate market opportunities and promote regional brand identity.

BBEDC worked on marketing and quality initiative during 2003.

55) *Milestone* - Promote emphasis on quality of Bristol Bay salmon.

BBEDC worked on marketing and quality initiative during 2003.

56) *Milestone* - Explore value-added and shoulder season opportunities in-region.

BBEDC worked on marketing and quality initiative during 2003.

57) *Milestone* - Continue efforts to structure a favorable regulatory environment for project.

BBEDC works regularly with regulatory and government agencies.

58) *Milestone* - Maintain ongoing discussions between BBEDC and Clearwater Seafoods.

This milestone is no longer applicable.

59) *Milestone* - Develop MOA with Alaska Division of Investment, including BBEDC guarantee of loans with a maximum loan amount cap per individual and a pledge of PFD's as additional security.

A draft agreement exists between BBEDC and the State of Alaska.

60) *Milestone* - Maintain a minimum balance acceptable to Alaska Division of Investments as necessary to guarantee loans.

BBEDC has budgeted \$100,000 in 2003 to underwrite loans with Division of Investment. No loans were made in the third quarter.

61) *Milestone* - Provide DOI with BBEDC loan criteria.

Will begin once the loan program is implemented.

62) *Milestone* - Process applications and forward eligible applications to DOI in a timely manner.

It will begin once the loan program is designed and implemented.

63) *Milestone* - Monitor DOI activities implementing BBEDC loan program and the credit record of borrowers.

It will begin once the loan program is designed and implemented.

64) *Milestone* - Adjust the loan guarantee pool as necessary to meet demand and default rate.

It will begin once the loan program is designed and implemented.

***Objective 10- Develop the Sustainable Flatfish Project.***

65) *Milestone* - Monitor implementation of flatfish IR/IU.

BBEDC staff has a member of the NPFMC committee on IR/IU.

66) *Milestone* - Track and evaluate project viability.

Ongoing and active throughout the year.

67) *Milestone* - Maintain contact with at least one other group concerning project.

Ongoing and active throughout the year.

68) *Milestone* - Work to improve the overall harvest and royalty return for CDQ flatfish.

BBEDC quota manager maintains regular contact with CDQ harvesting partners and other CDQ groups.

69) *Milestone* - Research and develop harvest techniques that would improve economics and reduce bycatch.

Ongoing and active throughout the year.

***Objective 11- Provide professional technical assistance for regional business and infrastructure projects.***

70) *Milestone* - Advertise availability of business and infrastructure technical assistance.

Advertisement conducted through community visits and other media outlets.

71) *Milestone* - Provide technical assistance for development of business and infrastructure proposals.

BBEDC has contracted with Alaska Business Development Center to provide technical service to BBEDC communities and individuals.

72) *Milestone* - Review funding requests and make recommendation to the BOD.

Ongoing active process throughout the year.

***Objective 12- "Jump start" in-region businesses.***

73) *Milestone* - Maintain a \$500,000 fund balance from Capital Fund income each year for possible investment.

Contained in BBEDC 2003 annual budget.

74) *Milestone* - Review, approve, and invest in recommended proposals when feasible.

Ongoing active process throughout the year.

75) *Milestone* - Monitor activities of business where BBEDC has financial participation.

Ongoing active process throughout the year.

***Objective 13 - "Jump start" in-region infrastructure development.***

76) *Milestone* - Maintain a \$1,000,000 fund balance in Project Fund each year for possible investment.

Contained in BBEDC 2003 budget.

77) *Milestone* - Review, approve, and provide matching funds for recommended proposals when feasible.

Ongoing and active throughout the year.

78) *Milestone* - Advertise program.

Ongoing and active throughout the year.

79) *Milestone* - Review applications.

Ongoing and active throughout the year.

80) *Milestone* - Award funding to projects that meet criteria.

Ongoing and active throughout the year.



81) *Milestone* - Monitor approved proposals for completion and operations.

Ongoing and active throughout the year.

82) *Milestone* - Provide ice machines in CDQ communities.

Completed the board's objectives and will be evaluating the installation of machines in additional communities.

83) *Milestone* - Monitor community maintenance and operation of equipment provided under previous CDP.

Ongoing and active throughout the year.

***Objective 14- "Learn, Practice, Do" Marketing and Sales.***

84) *Milestone* - Review each partner's annual sales plan and report, required under royalty agreements.

Ongoing and active throughout the year.

85) *Milestone* - Monitor and compare ongoing sales results against the plan.

Ongoing and active throughout the year.

86) *Milestone* - Establish criteria to assess benefits and risks of diverting product from a partner's sales channel to different markets. Consider product diversion where justified.

Ongoing and active throughout the year.

87) *Milestone* - Investigate the potential benefits and risks of financing partners to gain greater access to new markets and/or develop new products.

Ongoing and active throughout the year.

88) *Milestone* - Research investment opportunities in marketing.

Ongoing and active throughout the year.

89) *Milestone* - Undertake projects to enhance the image and reputation of BB region seafood.

Ongoing and active throughout the year.

90) *Milestone* - Consider formation of a standing Marketing and Sales Committee of the BBEDC's Board of Directors to guide and monitor the Project.

No activity this quarter.

***Objective 15- Manage the Capital Investment Fund to provide revenues to BBEDC in perpetuity.***

- 91) *Milestone* - Monitor fund to insure adequate performance.

Staff reviewed quarterly report from Prime Asset Consulting, who measures the fund manager's performance.

- 92) *Milestone* - Reserve funds to meet one year debt service payments.

Annual plan reserved \$4 million current debt service forecast is \$1.3 million.

- 93) *Milestone* - Reserve funds to meet cash call requirements of investments.

Annual plan reserved \$1.5 million. BBEDC had one cash call this year and that was for \$40 thousand.

- 94) *Milestone* - Identify potential investment options in Schedule of Investments.

Ongoing process throughout the year

- 95) *Milestone* - Update Schedule of Investments as needed.

Ongoing process throughout the year

- 96) *Milestone* - Search and investigate seafood industry investment opportunities.

Ongoing process throughout the year

- 97) *Milestone* - Perform due diligence on potential investments.

Thorough due diligence is performed on all BBEDC investments.

- 98) *Milestone* - Present investments meeting CIF criteria to Board for action.

Ongoing process throughout the year.

- 99) *Milestone* - Obtain state and federal approval for board approved investments.

It was completed for amendments submitted throughout the 3<sup>rd</sup> quarter.

- 100) *Milestone* - Close on approved investment.

Ongoing process throughout the year

- 101) *Milestone* - Keep ASIMCo inactive and in good standing.

Federal income tax extension was filed during the 1<sup>st</sup> quarter 2003.

*102)Milestone* - Monitor the regulatory and tax environments.

Ongoing process throughout the year

*103)Milestone* - If investments generate UBI, consider making investments through ASIMCo.

No activity this quarter.

## **Investments**

***Objective 16 - Monitor seafood industry investments for performance and profitability.***

*104)Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

*105)Milestone* - Attend yearly Board of Directors meeting.

Completed on a regular basis throughout the year.

*106)Milestone* - Maintain ongoing discussion between BBEDC and AFI.

Completed on a regular basis throughout the year.

*107)Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

*108)Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

*109)Milestone* - Attend Board of Director meeting.

The full board meets four times each year.

*110)Milestone* - Maintain ongoing discussion between BBEDC and NLLC.

Occurs on a regular basis throughout the year.

*111)Milestone* - Monitor investment performance, after payment complete target is 8.5 % minimum.

Completed on a regular basis throughout the year.

*112)Milestone* - Acquire additional offshore co-op shares as available and prudent.

Completed on a regular basis throughout the year.

*113)Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

*114)Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

*115)Milestone* - Maintain ongoing discussions between BBEDC and AL group.

Completed on a regular basis throughout the year.

*116)Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

*117)Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

*118)Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

*119)Milestone* - Maintain ongoing discussions between BBEDC and KMLLC.

Completed on a regular basis throughout the year.

*120)Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

*121)Milestone* - Review and update lease agreements to maximize profits and enhance longline vessel investments.

Completed on a regular basis throughout the year.

*122)Milestone* - Monitor market performance for lease price.

Completed on a regular basis throughout the year.

*123)Milestone* - Monitor investment performance return of 7% annually over time.

Completed on a regular basis throughout the year.

*124)Milestone* - Review and update lease agreements to maximize profits and enhance longline vessel investments.

Completed on a regular basis throughout the year.

*125)Milestone* - Monitor market performance for lease price.

Completed on a regular basis throughout the year.

*126)Milestone* - Monitor investment performance return of 7% annually over time.

Completed on a regular basis throughout the year.

*127)Milestone* - Monitor performance on a quarterly/annual basis.

Completed on a regular basis throughout the year.

*128)Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

*129)Milestone* - Maintain ongoing discussions between BBEDC and NFI.

Completed on a regular basis throughout the year.

*130)Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

## **Employment**

### ***Objective 17- Provide employment for Bristol Bay residents.***

*131)Milestone* - Place a total of 120 entry/advanced hires with Arctic Storm vessels.

On going effort throughout the 4<sup>th</sup> quarter.

*132)Milestone* - Place a total of 12 entry level hires with North Pacific Fishing if available.

The agreement has been replaced with an agreement with US Seafoods.

*133)Milestone* - Place a total of 6 entry level hires with Bristol Leader Fisheries if available.

On going effort throughout the 4<sup>th</sup> quarter.

*Milestone* - Place a total of 4 entry level hires with Kaldestad Fisheries if available.

On going effort throughout the 4<sup>th</sup> quarter.

*134)Milestone* - Place a total of 2 entry level/trainee hires with Dona Martita if available.

On going effort throughout the 4<sup>th</sup> quarter.

*135)Milestone* - Track advancement of BBEDC residents on Arctic Storm vessels.

On going effort throughout the 4<sup>th</sup> quarter.

*136)Milestone* - Track advancement of BBEDC residents on North Pacific vessels.

On going effort throughout the 4<sup>th</sup> quarter with US Seafoods.

*137)Milestone* - Track advancement of BBEDC residents on Bristol Leader vessels.

One Bristol Bay resident serves as a deckhand for Alaska Leader.

*138)Milestone* - Track advancement of BBEDC residents on Kaldestad vessels.

On going effort throughout the 4<sup>th</sup> quarter.

*139)Milestone* - Track advancement of BBEDC residents in Icicle employment.

On going effort throughout the 4<sup>th</sup> quarter.

*140)Milestone* - Track advancement of BBEDC residents in Dona Martita employment.

On going effort throughout the 4<sup>th</sup> quarter.

*141)Milestone* - Develop two initiatives annually that encourage and expand employment opportunities.

Work cooperatively with other Bristol Bay and statewide service providers on a regular basis.

*142)Milestone* - Set up the Peer Outreach Project.

Completed in 2002

*143)Milestone* - Recruit and hire 1 Peer Coordinator and 8 Peer Workers.

Completed in 2002.

*144)Milestone* - Provide computer stations in 9 different Bristol Bay villages including satellite dish, computer, printer, and fax for community use.

Completed in 2002.

*145)Milestone* - Assist placement of residents in employment or training programs.

BBEDC funded 163 people in vocational programs during the first third quarter this year.

*146)Milestone* - Provide ongoing support and training for Peer Outreach Staff.

On going effort throughout the 4<sup>th</sup> quarter.

*147)Milestone* - Produce a monthly newsletter containing employment & training information.

The peer outreach program produced one issue of “FishHead Soup” this quarter.

*148)Milestone* - Develop and provide two additional methods for employment, training and other essential program outreach annually.

On going effort throughout the 4<sup>th</sup> quarter.

*149)Milestone* - Organize regular workshops and group and individual meetings in communities to assess residents' work readiness.

On going effort throughout the 4<sup>th</sup> quarter.

*150)Milestone* - Research, write and submit grant funding request for project.

On going effort throughout the 4<sup>th</sup> quarter.

*151)Milestone* - Design local job availability surveys and database.

On going effort throughout the 4<sup>th</sup> quarter.

*152)Milestone* - Conduct regional survey of available and future jobs.

On going effort throughout the 4<sup>th</sup> quarter.

*153)Milestone* - Develop plan for training residents and providing needed skills.

On going effort throughout the 4<sup>th</sup> quarter.

*154)Milestone* - Update jobs and skills survey periodically.

On going effort throughout the 4<sup>th</sup> quarter.

*155)Milestone* - Improve the number of "older" youth (age 19-21) entering the workforce.

On going effort throughout the 4<sup>th</sup> quarter.

*156)Milestone* - Improve the readiness of "younger" youth to enter the workforce.

On going effort throughout the 4<sup>th</sup> quarter.

*157)Milestone* - Meet the reporting and legal requirements of the grant as reflected by a satisfactory rating from the granting agency.

On going effort throughout the 4<sup>th</sup> quarter.

## **Training**

***Objective 18 - Develop the human resource potential of Bristol Bay residents through vocational training.***

*158)Milestone* - Provide ABE training for up to 150 residents.

Staff will get year-end results from the UAF Bristol Bay Campus during the 4<sup>th</sup> quarter.

*159)Milestone* - Provide GED training for up to 16 residents.

Ongoing effort continues thru years end.

*160)Milestone* - Provide basic vocational / technical training for up to 40 residents.

BBEDC funded 106 people in Basic Vocational programs during 2003.

*161)Milestone* - Have training in the individual communities when possible.

Ongoing effort continues thru years end.

*162)Milestone* - Provide advanced vocational / technical training for up to 5 residents.

BBEDC funded 57 people in Advanced Vocational programs in 2003.

*163)Milestone* - Place at least 2 interns with ADF&G.



BBEDC placed one intern with ADF&G in Dillingham and one with ADF&G in Portage Creek.

*164)Milestone* - Place at least 1 intern in BBEDC's office.

There were no interns in the third quarter.

*165)Milestone* - Place at least 2 interns with businesses / agencies.

Intern placement took place during the second quarter 2003.

*166)Milestone* - Provide vocational training opportunities as funding is available.

Ongoing effort continues thru year's end.

*167)Milestone* - Place at least 10 interns on Arctic Storm vessels.

Ongoing effort continues thru year's end.

*168)Milestone* - Place at least 2 interns in office or other settings with Arctic Storm.

Ongoing effort continues thru year's end

*169)Milestone* - Place at least 3 interns in office or other settings with Icycle Seafoods.

BBEDC placed four residents as interns with Icycle Seafood's thru the third quarter this year

*170)Milestone* - Place at least 3 interns in support operations with Icycle Seafoods.

Four residents were placed with Icycle during the 3<sup>rd</sup> quarter.

*171)Milestone* - Place at least 2 interns in offices of NPFI, BLF, or KFL.

Ongoing effort continues through years end.

*172)Milestone* - Place at least 1 intern in the offices of DMLLC.

Ongoing effort continues through years end.

*173)Milestone* - Place at least 2 interns in office or other settings with Westward.

BBEDC placed one resident during the third quarter with Westward.

## **Subsidiaries**

### ***Objective 19 - Provide academic scholarship program for CDQ community residents.***

*174)Milestone - Inflation-proof Trust.*

As of 5/16/03 the Trust has returned 5.77% for the year.

*175)Milestone - Review Trust investment policy.*

Previously completed during the May BOD.

*176)Milestone - Award 3% of previous year's Trust balance in scholarships.*

2003-2004 academic year Awards were made in 3<sup>rd</sup> Quarter. In addition, the May BOD adjusted amount available for awards to 3% of audited Trust balance.

*177)Milestone - Provide for management of program and monitor performance.*

Ongoing activity throughout the year.

*178)Milestone - Obtain 501c3 status for the H.S.S. Trust.*

Completed in 2002.

*179)Milestone - Maintain the operation of an online scholarship application.*

Created online application in 2003.

*180)Milestone - Design and implement the project.*

Ongoing activity throughout the year.

*181)Milestone - Monitor and report on the project.*

Ongoing activity throughout the year.

*182)Milestone - Identify and place 40 residents annually in this program by 2005.*

On going effort throughout the year.

*183)Milestone - Track residents participating in this program.*

On going effort throughout the year.

*184)Milestone - Continue to advocate for quality internet services in all CDQ communities in order to make distance delivery education efficient and reliable.*

On going effort throughout the 4<sup>th</sup> quarter.

***Objective 20 - Promote in-region scientific research and education programs.***

*185)Milestone* - Maintain core funding to the Institute.

Funding is built into the 2003 budget.

*186)Milestone* - Provide education, employment and mentoring programs to increase local participation in fisheries research and management.

BBEDC conducts an annual Salmon Camp for local youth.

*187)Milestone* - Develop a research plan for Bristol Bay.

BBRSI board meets on a regular basis.

*188)Milestone* - Secure external funds to support fisheries research and monitoring in region.

BBRSI staff constantly seeks out grant funded opportunities.

*189)Milestone* - Conduct applied research to improve the management of area fisheries.

Ongoing activity.

*190)Milestone* - Develop Curriculum and follow up enrichment activities.

Ongoing activity.

*191)Milestone* - Recruit students interesting in fisheries related careers.

Ongoing activity.

*192)Milestone* - Increase student's awareness of and interest in fisheries and natural resource careers.

BBEDC recruits youth from around the region to participate in the annual Salmon Camp. Fifteen youth participated in the camp during 2003.

**Grants**

***Objective 21 - Develop Grants Project to supplement BBEDC's income.***

193) *Milestone* - Grant funds will support at least 5% of the total budget of non-profit projects in 2003.

On track to achieve or exceed goal with final measurement taking place during year-end budget process.

194) *Milestone* - Grant funds will support at least 10% of the total budget of non-profit projects in 2004.

On track to achieve with final measurement taking place during year-end budget process.

195) *Milestone* - Grant funds will support at least 15% of the total budget of non-profit projects in 2005.

On track to achieve with final measurement taking place during year-end budget process.

### **Increase Grant funds each year to support Administration**

196) *Milestone* - Grant funds will support at least 5% of the total administrative budget associated with non-profit projects in 2003.

On track to achieve with final measurement will take place during year-end budget process.

197) *Milestone* - Grant funds will support at least 10% of the total administrative budget associated with non-profit projects in 2004.

Will be determined in 2004.

198) *Milestone* - Grant funds will support at least 15% of the total administrative budget associated with non-profit projects in 2005.

Will be determined in 2005.

199) *Milestone* - Grant funds will support at least 50% of grant manager's salary.

The current level is 37%. However, final measure will take place during the annual budget process.

200) *Milestone* - Grant funds will support at least 75% of grant manager's salary in 2004.

Will be determined in 2004.

201)*Milestone* - Grant funds will support at least 100% of grant manager's salary in 2005.

Will be determined in 2005.

202)*Milestone* - Grants will be administered and reported as per all grant and legal requirements for each specific grant.

All grants are current in terms of reports and invoicing.

203)*Milestone* - Evaluate and if feasible develop a process for assisting communities with grant writing and administration in 2003.

Accomplished through contract with Alaska Business Development Center.

204)*Milestone* - Assist BBEDC communities in writing and administering their own grants if feasible, subject to need and available funding.

It is being completed throughout the year through a contract with the Alaska Business Development Center.

**Employment Data**  
**3rd Quarter**  
**July 31st – September 30<sup>th</sup>**

	<u>Quarter</u>		<u>Year-To-Date</u>	
	People	Wages	People	Wages
<b>Management/Admin</b>	13	192,130	14	476,634
<b>WIA Grant</b>	0	0	11	14,593
<b>Peer Outreach Project</b>	12	38,689	15	164,693
<b>CDQ Pollock Related</b>				
A SEASON	0	0	21	289,349
B SEASON	17	67,636	17	67,636
Yellow Fin	0	0	0	0
Hake Trips	0	0	5	10,852
Shipyard	2	930	3	1,730
<b>Other Fishing</b>	0	0	7	51,957
<b>Other Employment</b>	11	38,921	12	105,410
<b>Internships</b>	20	46,805	27	125,173
<b>Total</b>	75	385,111	132	1,308,027
Unique Individual Total	49*	154,292	118	1,308,031

**Employment Summary**

**Unique Individuals\***

One resident worked both the B season and in the shipyard during the 3<sup>rd</sup> quarter. This explains why the number in the column totals 49 instead of 50.

**Pollock A Season**

No activity this quarter

**B Season**

A total of seventeen residents from Togiak, Egegik, New Stuyahok, Dillingham, and Koliganek worked during B season for Arctic Storm and/American Seafood's.

### **Shipyard**

One resident from Levelock and one from Dillingham worked for Kaldestad Fisheries (crab boats) in the shipyard this quarter.

### **Hake**

No Hake fishing was conducted this quarter

### **Other Fishing**

There was no crab-related activity in the 3rd quarter. No residents worked for BBEDC industry partner, Alaska Leader, during the quarter.

### **Other Employment**

Seven residents from Bristol Bay area communities including Dillingham, New Stuyahok, Pedro Bay, Naknek, Togiak, and Levelock worked as seafood processors for Icicle Seafood's in the third quarter. Five residents also worked in the first and second quarter.

### **WIA Grant**

No activity this quarter

## **Internships Summary**

### **Icicle Seafood's Office**

One resident from South Naknek completed an internship program in Icicle Seafood's Seattle office. An Aleknagik resident began as an intern in the same position.

### **Icicle Vessel/Plant**

One resident from Dillingham completed an internship in Shipping/Marketing department in the Bellingham plant.

### **American Seafood's Office**

One resident from Dillingham completed an internship with American Seafood's working in the Seattle.

### **Arctic Storm**

One resident from Koliganek began an internship with Arctic Storm in their Seattle office.

### **Peter Pan Ice Machine**

One resident from South Naknek and one from New Stuyahok worked as interns in the regional fisheries ice machine program, hauling ice from the Dillingham Harbor to Peter Pan Seafoods.

### **In-Region Interns**

BBEDC had eight in-region interns during the 3<sup>rd</sup> quarter from Togiak, Dillingham, Naknek, Egegik, Levelock and Koliganek. All of these interns worked during the 2<sup>nd</sup> quarter.

### **Nushagak River Interns**

We had five high school residents from Dillingham and one from New Stuyahok work with the River Ranger program administered by Choggiung in July. One resident from Togiak worked as an intern with USF&W on their river fisheries program.

### **Training Data**



**3rd Quarter  
July 31<sup>st</sup> – September 30th**

	<b>Quarter</b>		<b>Year-to-Date</b>	
	People	Expenditure	People	Expenditure
<b>Scholarships</b>				
Post-secondary	89	60,010	104	126,740
<b>Voc-Tech Classes</b>				
Advanced Vocational	15	25,996	57	71,622
Basic Vocational	32	6833	106	21581
<b>Other Training</b>				
CDQ Staff/Board	2	1,327	31	23,699
ABE/GED	0	0	59	0
GED Diplomas Earned	0	0	3	0
<b>Other Expenditures</b>				
To Educational Institutes	0	0	0	0
Educational Endowment Funds	0	0	0	0
Other	0	0	0	0
<b>Total</b>	138	94,166	360	243,642

**Training Summary**

**Scholarships**

Two different scholarships were awarded to residents of BBEDC communities this quarter. Nine residents from Dillingham, Naknek, and Togiak received the College Development Fund for a total of \$6,271. Four residents received scholarships in previous quarters. The Harvey Samuelsen Scholarship Fund awarded 79 residents from Aleknagik, Clarks Point, Dillingham, Ekwok, King Salmon, Manokotak, Naknek, Port Heiden, S. Naknek, and Togiak for a total of \$54,739. Thirty one residents were awarded scholarships in previous quarters this year.

## **Vocational-Technical Classes**

### **Advanced Voc/Tech**

Fifteen residents from Togiak, Dillingham, S. Naknek, Levelock and Egegik, received advanced vocational training in the following fields of work: Heavy Diesel Mechanics, Welding Technology, Business office Technology, Culinary Arts, Film Making, Refrigeration and Heating & Industrial Electricity. Two of these residents received Advanced Voc/ Tech Funding in previous quarters this year.

### **Basic Voc/Tech**

BBEDC sponsored three classes through the Bristol Bay campus. One class was titled Introduction to Computers and was held in King Salmon with three residents from King Salmon and two from Naknek participating. There was a Private Ground School class held in Dillingham with nine residents from Dillingham, one from Aleknagik and one from New Stuyahok attend. An advanced class in Dillingham on Commercial Ground instrument rating had six residents from Dillingham and one from Aleknagik attend. One student from Dillingham attended both of the classes.

### **CDQ Staff Board**

One BBEDC staff member attended an Alaska Wage and Hour workshop. A second staff member is enrolled in a Business English course at the Bristol Bay Campus in Dillingham.

### **ABE-GED**

No activity this Quarter.

## **II. ADMINISTRATION**

### **A. Board Activities**

Luki Akelkok replaced Dianna Ishnook as the board member representing Ekwok.

### **B. State of Alaska Reporting Compliance**

There are no issues pending.

### C. Amendment Status

<b>Amendment #</b>	<b>Amendment Description</b>	<b>Date Received</b>	<b>Date Forwarded</b>	<b>Approval Received</b>
SA 03-01 BB	Transfer of 11,000 MT Pollock and bycatch to CVRF	1/17/03	1/17/03	1/30/03
SA 03-02 BB	Transfer of various flatfish from CVRF to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
SA 03-03 BB	Transfer of various flatfish from CBSFA to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
SA 03-04 BB	Transfer of various flatfish from YDFDA to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
TA 03-05 BB	Added Ocean Peace and Sea Freeze to the CDP.	1/28/03	1/28/03	1/30/03
SA 03-06 BB	Transfer of Rockfish from YDFDA to BBEDC for the flatfish pool.	2/12/03	2/12/03	1/13/03
SA 03-07 BB	Transfer of Rockfish from CVRF to BBEDC for the flatfish pool.	2/12/03	2/12/03	1/13/03
TA 03-08 BB	Transfer of 10 MT of Other Species from CVRF to BBEDC for the flatfish pool.	3/26/03	3/26/03	4/11/03
TA 03-09 BB	Transfer of 25 MT of Other Species from YDFDA to BBEDC for the flatfish pool.	4/9/03	4/9/03	4/11/03
SA 03-10 BB	Substantial Amendment for purchase of the Morning Star.	5/12	5/16	
TA 03-11 BB	Transfer the balance of BBEDC's Non-Specific Reserve to Other Species.	7/18/03	7/21/03	7/21/03
TA 03-12 BB	Transfer of 19 MT of Other Species from BBEDC to CVRF	7/18/03	7/21/03	7/21/03
TA 03-13 BB	This amendment is a quota transfer of Rockfish YDFDA to supplement the Flatfish Pool	9/12/03		9/12/03
TA 03-14 BB	This amendment is a quota transfer of CVRF Rockfish to supplement the Flatfish Pool	9/10/03		9/15/03
TA 03-15 BB	This amendment is a quota transfer of Rockfish to supplement CBSFA's Flatfish Pool	9/30/03	10/1/03	10/3/03
SA 03-16 BB	Substantial Amendment for the purchase of the crab vessel Western Mariner.	9/10/03	9/18/03	9/29/03
TA 03-17 BB	Added the Ocean Alaska as a Catcher Vessel and Catcher Processor to BBEDC's CDP.			
TA 03-18 BB	Added the F/V Melissa Lynn to the CDP.	9/30/03	10/1/03	
TA 03-19 BB	Transfer of 10 MT of Arrowtooth from BBEDC to CBSFA	10/2/03	10/2/03	10/3/03
TA 03-20 BB	Transfer of 28 MT of Pollock from BBEDC to CBSFA.			
TA 03-21 BB	This amendment is a quota transfer of various CDQ from CVRF to supplement flatfish pool.	10/6/03	10/6/03	10/7/03
Note: A housekeeping amendment was also submitted, but not reflected in the table above.				

#### **D. Other issues**

There are no other issues pending this quarter.

#### **IV HARVESTING REPORT**

##### **IV Harvesting and Processing Report**

## A. Target Fishery Harvest Activity

### Pollock Target Fishery Harvest Activity

#### Third Quarter as of September 30, 2003

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (40%)	mt	8,119.584	8,105.452				8,105.452	39.937%
B Season (60%)	mt	12,179.376			12,189.982		12,189.982	60.063%
BS Pollock Total	mt	20,298.960	8,105.452		12,189.982		20,295.434	100.000%
Bycatch								
Pacific Cod	mt	3,500.509	25.837		23.271		49.108	0.242%
BS FG Sablefish	mt	58.000					0.000	0.000%
AI FG Sablefish	mt	88.350					0.000	0.000%
BS Sablefish	mt	43.072					0.000	0.000%
AI Sablefish	mt	25.170					0.000	0.000%
WAI Atka Mackerel 543	mt	819.009					0.000	0.000%
CAI Atka Mackerel 542	mt	1,216.817					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	427.451					0.000	0.000%
Yellowfin Sole	mt	3,594.440	1.282		0.000		1.282	0.006%
Rock Sole	mt	1,802.200	30.989		1.688		32.677	0.161%
BS Greenland Turbot	mt	83.732	0.049		1.674		1.723	0.008%
AI Greenland Turbot	mt	39.675					0.000	0.000%
Arrowtooth Flounder	mt	264.660	0.655		17.268		17.923	0.088%
Flathead Sole	mt	691.500	21.691		13.495		35.186	0.173%
Other Flatfish	mt	95.350	0.074		13.225		13.299	0.066%
Alaska Plaice	mt	360.500	0.003		0.024		0.027	0.000%
BS Pacific Ocean Perch	mt	49.603	0.061		1.053		1.114	0.005%
WAI Pacific Ocean Perch 543	mt	237.260					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	135.024					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	136.507					0.000	0.000%
AI Northern Rockfish	mt	236.150					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	28.490					0.000	0.000%
BS Other Rockfish	mt	25.380	0.022		0.031		0.053	0.000%
AI Other Rockfish	mt	21.140					0.000	0.000%
Other Species	mt	585.987	8.246		5.568		13.814	0.068%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	3,093.000					0.000	0.000
Zone 1 Bairdi Tanner Crab	ea	33,075.000					0.000	0.000
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0.000	0.000
Opilio Tanner Crab	ea	148,380.000					0.000	0.000
Pacific Halibut (mortality)	mt	127.260	0.382		1.979		2.361	0.000
Chinook Salmon	ea	398.000	169.706		154.083		323.789	0.016
Non-Chinook Salmon	ea	607.000	0.000		151.052		151.052	8.000

# ***Pacific Cod Target Fishery Harvest Activity***

**Third Quarter as of September 30, 2003**

<b>CDQ Reserve Category</b>	<b>Units</b>	<b>Allocation after transfers</b>	<b>1st Qtr</b>	<b>2nd Qtr</b>	<b>3rd Qtr</b>	<b>4th Qtr</b>	<b>YTD Harvest</b>	<b>% of Target Harvest</b>
A Season (60%)	mt	2,100.305	1,050.131	604.954			1,655.085	66.435%
B Season (40%)	mt	1,400.204			836.198		836.198	33.565%
Pacific Cod Total	mt	3,500.509	1,050.131	604.954	836.198	0.000	2,491.283	100.000%
<b>Bycatch</b>								
Non Pollock Quota	mt	N/A	6.058	7.453	26.439		39.950	1.604%
BS FG Sablefish	mt	58.000			0.110		0.110	0.004%
AI FG Sablefish	mt	88.350					0.000	0.000%
BS Sablefish	mt	43.072					0.000	0.000%
AI Sablefish	mt	25.170					0.000	0.000%
WAI Atka Mackerel 543	mt	819.009					0.000	0.000%
CAI Atka Mackerel 542	mt	1,216.817					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	427.451					0.000	0.000%
Yellowfin Sole	mt	3,594.440			0.612		0.612	0.025%
Rock Sole	mt	1,802.200	0.125	0.112	0.026		0.263	0.011%
BS Greenland Turbot	mt	83.732	0.034	0.049	8.203		8.286	0.333%
AI Greenland Turbot	mt	39.675					0.000	0.000%
Arrowtooth Flounder	mt	264.660	1.254	1.069	21.133		23.456	0.942%
Flathead Sole	mt	691.500	1.150	0.815	3.035		5.000	0.201%
Other Flatfish	mt	95.350					0.000	0.000%
Alaska Plaice	mt	360.500					0.000	0.000%
BS Pacific Ocean Perch	mt	49.603					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	237.260					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	135.024					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	136.507					0.000	0.000%
AI Northern Rockfish	mt	236.150					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	28.490					0.000	0.000%
BS Other Rockfish	mt	25.380	0.006	0.003			0.009	0.000%
AI Other Rockfish	mt	21.140					0.000	0.000%
Other Species	mt	585.987	114.789	122.731	124.668		362.188	14.538%
<b>PSQ Reserve Category</b>								
Zone 1 Red King Crab	ea	3,093.000					0.000	0.000
Zone 1 Bairdi Tanner Crab	ea	33,075.000					0.000	0.000
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0.000	0.000
Opilio Tanner Crab	ea	148,380.000					0.000	0.000
Pacific Halibut (mortality)	mt	127.260	0.965	0.832	8.219		10.016	0.004
Chinook Salmon	ea	398.000					0.000	0.000
Non-Chinook Salmon	ea	607.000					0.000	0.000

**Atka Mackerel / Pacific Ocean Perch Target Fisheries Harvest Activity**  
**Third Quarter as of September 30, 2003**

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
WAI Atka Mackerel 543	mt	819.009		6.166	0.046		6.212	0.9%
CAI Atka Mackerel 542	mt	1,216.817		337.858			337.858	47.0%
EAI/BS Atka Mackerel 541	mt	427.451	374.435	0.000			374.435	52.1%
Atka Mackerel Total	mt	2,463.277	374.435	344.024	0.046		718.505	100.0%
<b>Bycatch</b>								
Non Pollock Quota	mt	N/A	14.017	4.733	1.860		20.610	2.9%
Pacific Cod	mt	3,500.509	4.943	157.930			162.873	22.7%
BS FG Sablefish	mt	58.000					0.000	0.0%
AI FG Sablefish	mt	88.350	0.211				0.211	0.0%
BS Sablefish	mt	43.072					0.000	0.0%
AI Sablefish	mt	25.170	0.000				0.000	0.0%
Yellowfin Sole	mt	3,594.440		0.000			0.000	0.0%
Rock Sole	mt	1,802.200	0.009	4.993	0.304		5.306	0.7%
BS Greenland Turbot	mt	83.732					0.000	0.0%
AI Greenland Turbot	mt	39.675	0.208				0.208	0.0%
Arrowtooth Flounder	mt	264.660	14.263	3.791	3.378		21.432	3.0%
Flathead Sole	mt	691.500	0.180	0.164			0.344	0.0%
Other Flatfish	mt	95.350	1.119	0.137	0.015		1.271	0.2%
Alaska Plaice	mt	360.500		6.833			6.833	1.0%
BS Pacific Ocean Perch	mt	49.603					0.000	0.0%
WAI Pacific Ocean Perch 543	mt	237.260		1.222	81.383		82.605	11.5%
CAI Pacific Ocean Perch 542	mt	135.024		13.690	28.922		42.612	5.9%
EAI Pacific Ocean Perch 541	mt	136.507	122.326	15.581			137.907	19.2%
AI Northern Rockfish	mt	236.150	12.566	34.136			46.702	6.5%
AI Shortraker/Rougheye Rockfish	mt	28.490	0.377	0.434	1.007		1.818	0.3%
BS Other Rockfish	mt	25.380					0.000	0.0%
AI Other Rockfish	mt	21.140	2.260	1.725	0.184		4.169	0.6%
Other Species	mt	585.987	1.021	14.930	0.446		16.397	2.3%
<b>PSQ Reserve Category</b>								
Zone 1 Red King Crab	ea	3,093.000					0.000	0.000
Zone 1 Bairdi Tanner Crab	ea	33,075.000					0.000	0.000
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0.000	0.000
Opilio Tanner Crab	ea	148,380.000					0.000	0.000
Pacific Halibut (mortality)	mt	127.260	1.947	1.836	0		3.783	0.005
Chinook Salmon	ea	398.000					0.000	0.000
Non-Chinook Salmon	ea	607.000					0.000	0.000

**Halibut Harvest Activity**  
**Third Quarter as of September 30, 2003**

CDQ Reserve Category	Units	Annual Allocation	Transferred In	Transferred Out	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	Percent Harvested	Remaining Allocation
4D Halibut	lbs	158,070			158,070			111,377		111,377	70.5%	46,693
4E Halibut	lbs	117,000			117,000		156,933	6,691		163,624	139.8%	-46,624



<b>MS CDQ / PSQ Account Status Report 2003</b>													
<b>CDQ Group: BBEDC</b>	<b>Units</b>	<b>Initial Alloc-</b>	<b>Transferred</b>	<b>Transferred</b>	<b>Allocation after</b>	<b>CDQ / PSQ Catch Reported</b>				<b>YTD Harvest</b>	<b>Percent</b>	<b>CDQ/PSQ</b>	<b>Percent</b>
<b>CDQ Reserve Category</b>		<b>ation Amount</b>	<b>In</b>	<b>Out</b>	<b>transfers</b>	<b>1st Qtr</b>	<b>2nd Qtr</b>	<b>3rd Qtr</b>	<b>4th Qtr</b>	<b>Harvest</b>	<b>Harvested</b>	<b>Remaining</b>	<b>Remaining</b>
BS Pollock	mt	31,326.960	0.000	11,028.000	20,298.960	8,105.452	0.000	12,189.982	0.000	20,295.434	100.0%	3.526	0.02%
Pacific Cod	mt	3,268.230	275.279	43.000	3,500.509	1,080.911	769.447	859.469	0.000	2,709.827	77.4%	790.682	22.59%
BS FG Sablefish	mt	58.000	0.000	0.000	58.000	0.000	0.000	0.110	0.000	0.110	0.2%	57.890	99.81%
AI FG Sablefish	mt	88.350	0.000	0.000	88.350	5.390	13.176	0.000	0.000	18.566	21.0%	69.784	78.99%
BS Sablefish	mt	23.980	19.092	0.000	43.072	0.000	0.000	0.000	0.000	0.000	0.0%	43.072	100.00%
AI Sablefish	mt	11.600	13.570	0.000	25.170	0.211	0.000	0.000	0.000	0.211	0.8%	24.959	99.16%
WAI Atka Mackerel 543	mt	224.850	594.159	0.000	819.009	0.000	6.166	0.046	0.000	6.212	0.8%	812.797	99.24%
CAI Atka Mackerel 542	mt	330.300	886.517	0.000	1,216.817	0.000	337.858	0.000	0.000	337.858	27.8%	878.959	72.23%
EAI/BS Atka Mackerel 541	mt	119.850	307.701	0.100	427.451	374.435	0.000	0.000	0.000	374.435	87.6%	53.016	12.40%
Yellowfin Sole	mt	1,507.440	2,107.000	20.000	3,594.440	1.282	1,254.771	0.612	0.000	1,256.665	35.0%	2,337.775	65.04%
Rock Sole	mt	759.000	1,074.200	31.000	1,802.200	31.123	99.430	2.018	0.000	132.571	7.4%	1,669.629	92.64%
BS Greenland Turbot	mt	40.200	43.532	0.000	83.732	0.083	0.049	9.877	0.000	10.009	12.0%	73.723	88.05%
AI Greenland Turbot	mt	18.810	20.865	0.000	39.675	2.578	0.430	0.000	0.000	3.008	7.6%	36.667	92.42%
Arrowtooth Flounder	mt	168.300	114.360	18.000	264.660	17.045	5.053	41.779	0.000	63.877	24.1%	200.783	75.86%
Flathead Sole	mt	315.000	406.500	30.000	691.500	23.021	1.583	16.530	0.000	41.134	5.9%	650.366	94.05%
Other Flatfish	mt	54.000	45.350	4.000	95.350	1.193	9.637	13.240	0.000	24.070	25.2%	71.280	74.76%
Alaska Plaice	mt	157.500	208.000	5.000	360.500	0.003	18.769	0.024	0.000	18.796	5.2%	341.704	94.79%
BS Pacific Ocean Perch	mt	22.260	28.243	0.900	49.603	0.061	0.000	1.053	0.000	1.114	2.2%	48.489	97.75%
WAI Pacific Ocean Perch 543	mt	65.850	171.410	0.000	237.260	0.000	1.222	81.383	0.000	82.605	34.8%	154.655	65.18%
CAI Pacific Ocean Perch 542	mt	37.650	97.374	0.000	135.024	0.000	13.690	28.922	0.000	42.612	31.6%	92.412	68.44%
EAI Pacific Ocean Perch 541	mt	39.450	97.057	0.000	136.507	122.326	15.581	0.000	0.000	137.907	101.0%	-1.400	-1.03%
AI Northern Rockfish	mt	66.150	170.000	0.000	236.150	12.566	34.136	0.000	0.000	46.702	19.8%	189.448	80.22%
AI SRREh	mt	10.540	17.950	0.000	28.490	0.393	0.434	1.007	0.000	1.834	6.4%	26.656	93.56%
BS Other Rockfish	mt	13.680	12.000	0.300	25.380	0.028	0.003	0.031	0.000	0.062	0.2%	25.318	99.76%
AI Other Rockfish	mt	8.640	12.500	0.000	21.140	2.299	1.789	0.184	0.000	4.272	20.2%	16.868	79.79%
Other Species	mt	432.505	191.482	38.000	585.987	124.056	151.422	130.682	0.000	406.160	69.3%	179.827	30.69%
<b>PSQ Reserve Category</b>													
Zone 1 Red King Crab	ea	1,528.000	1,565.000	0.000	3,093.000	0.000	0.000	0.000	0.000	0.000	0.00%	3,093.000	100.00%
Zone 1 Bairdi Tanner Crab	ea	17,640.000	15,435.000	0.000	33,075.000	0.000	77.441	0.000	0.000	77.441	0.23%	32,997.559	99.77%
Zone 2 Bairdi Tanner Crab	ea	51,233.000	47,890.000	0.000	99,123.000	0.000	0.000	0.000	0.000	0.000	0.00%	99,123.000	100.00%
Opilio Tanner Crab	ea	78,300.000	70,145.000	65.000	148,380.000	0.000	0.000	0.000	0.000	0.000	0.00%	148,380.000	100.00%
Pacific Halibut (mortality)	mt	75.460	54.300	2.500	127.260	3.294	24.292	10.198	0.000	37.784	29.69%	89.476	70.31%
Chinook Salmon	ea	520.000	0.000	122.000	398.000	169.706	0.000	154.083	0.000	323.789	81.35%	74.211	18.65%
Non-Chinook Salmon	ea	662.000	0.000	55.000	607.000	0.000	0.000	151.052	0.000	151.052	24.89%	455.948	75.11%

## Flatfish Pool Fishery Harvest by Group, Second Quarter as of September 30, 2003

CDQ Reserve Category	Units	Initial ation	Transferred In			Transferr Out	Total After Transferrs	Portion of CDQ Group's Tranferred Quota				
			CBSFA	CVRF	YDFDA			BBEDC	CBSFA	CVRF	YDFDA	Total
BS Pollock	mt	31,326.960				11,000.000	20,326.960					
Pacific Cod	mt	3,268.230	42.000	115.000	118.279	43.000	3,500.509	51.456	18.010	49.312	50.718	169.497
BS FG Sablefish	mt	58.000	3.924	5.668	9.500	0.000	77.092					
AI FG Sablefish	mt	88.350	2.320	5.250	6.000	0.000	101.920					
BS Sablefish	mt	23.980	110.326	223.833	260.000	0.000	618.139					
AI Sablefish	mt	11.600	162.067	329.450	387.000	0.000	890.117	0.070	0.027	0.044	0.070	0.211
WAI Atka Mackerel 543	mt	224.850	56.889	113.812	137.000	0.000	532.551	1.679	0.842	1.708	1.984	6.212
CAI Atka Mackerel 542	mt	330.300	162.067	325.000	387.000	0.000	1,204.367	91.236	45.496	92.485	108.641	337.858
EAI/BS Atka Mackerel 541	mt	119.850	56.889	110.000	137.000	0.100	423.639	99.265	50.874	101.780	122.516	374.435
Yellowfin Sole	mt	1,507.440	412.000	295.000	1,400.000	20.000	3,594.440	478.808	151.745	108.652	515.639	1,254.844
Rock Sole	mt	759.000	211.200	255.000	608.000	31.000	1,802.200	36.085	12.494	15.085	35.967	99.631
BS Greenland Turbot	mt	40.200	6.432	17.000	20.100	0.000	83.732					
AI Greenland Turbot	mt	18.810	3.465	8.000	9.400	0.000	39.675	0.063	0.024	0.056	0.065	0.208
Arrowtooth Flounder	mt	163.300	27.540	19.500	67.320	18.000	259.660	8.149	3.206	2.270	7.837	21.462
Flathead Sole	mt	315.000	94.500	102.000	210.000	30.000	691.500	0.291	0.153	0.165	0.339	0.948
Other Flatfish	mt	54.000	8.100	1.250	36.000	4.000	95.350	3.827	1.240	0.191	5.511	10.770
Alaska Plaice	mt	157.500	24.375	140.000	68.000	5.000	384.875	3.591	0.875	5.028	2.442	11.936
BS Pacific Ocean Perch	mt	22.260	3.943	13.800	10.500	0.900	49.603					
WAI Pacific Ocean Perch 543	mt	65.850	32.100	65.100	74.000	0.000	237.050	21.701	11.420	23.159	26.325	82.605
CAI Pacific Ocean Perch 542	mt	37.450	18.474	36.900	42.000	0.000	134.824	11.028	5.992	11.969	13.623	42.612
EAI Pacific Ocean Perch 541	mt	39.450	19.357	33.700	44.000	0.000	136.507	36.550	20.214	35.193	45.949	137.907
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000	0.000	0.000					
AI Northern Rockfish	mt	66.150	30.000	65.000	75.000	0.000	236.150	12.183	6.092	13.198	15.229	46.702
BS Shortraker/Rougheye Rockfish	mt	0.000		0.000	0.000	0.000	0.000					
AI Shortraker/Rougheye Rockfish	mt	10.540	4.000	6.950	7.000	0.000	28.490	0.510	0.291	0.506	0.510	1.818
BS Other Rockfish	mt	13.680		6.000	6.000	0.300	25.380					
AI Other Rockfish	mt	8.640	4.000	4.000	8.500	0.000	25.140	1.112	0.741	0.741	1.575	4.169
Other Species	mt	432.505	9.266	10.000	66.191	38.000	479.962	12.390	1.914	2.065	13.669	30.038
<b>PSQ Reserve Category</b>												
Zone 1 Red King Crab	ea	1,528.000	291.000	437.000	837.000	0.000	3,093.000					
Zone 1 Bairdi Tanner Crab	ea	17.640	2,940.000	2,940.000	9,555.000	0.000	15,452.640	28.160	9.387	9.387	30.507	77.441
Zone 2 Bairdi Tanner Crab	ea	51,233.000	8,910.000	12,250.000	26,730.000	0.000	99,123.000					
Opilio Tanner Crab	ea	78,300.000	13,050.000	16,313.000	40,782.000	65.000	148,380.000					
Pacific Halibut (mortality)	mt	75.460	10.800	6.000	37.500	2.500	127.260	10.129	3.039	1.688	10.551	25.407
Chinook Salmon	ea	520.000				122.000	398.000					
Non-Chinook Salmon	ea	662.000				55.000	607.000					

### **Pollock Harvesting Activity:**

#### **1) Summary of harvesting activities by target fishery:**

The Arctic Fjord harvested 12,190 MTs of Pollock in the third quarter. For further details please see CVRF's quarterly report for details regarding the pollock quota transferred in 2003. An additional 28 MTs that was not harvested by the Arctic Fjord was transferred to CBSFA. After the transfer, a total of 3.5 MTs remain.

#### **2) Summary of bycatch:**

Bycatch was generally good this quarter with the Open Access Pollock fleet experiencing a high incident rate of Other Salmon and Chinook salmon in 2003. The Arctic Fjord was able to avoid many of the salmon while fishing CDQ. Salmon were avoided mainly through fishing early up North when there were very few salmon. When the salmon were plentiful up North, the Arctic Fjord fished in deeper waters in the South, which resulted in a trade off of higher than normal interaction with Other Flatfish and sablefish.

### **Pacific Cod Harvesting Activity:**

#### **3) Summary of harvesting activities by target fishery:**

The Bristol Leader and Alaska Leader collectively harvested roughly 836 MT of cod during the third quarter, which produced catch rates that were lower than expected.

#### **4) Summary of bycatch:**

Other Species was the predominant bycatch encountered during the second quarter. Bycatch was very minimal for rockfish, rock sole, turbot and Arrowtooth.

### **Atka mackerel/POP Harvesting Activity:**

#### **1) Summary of harvesting activities by target fishery:**

The SeaFreeze Alaska harvested about 110 MTs of 542 and 542 POP.

#### **2) Summary of bycatch:**

Bycatch was within normal parameters

### **Halibut CDQ Harvesting Activity:**

**1. Summary of harvesting activities by target fishery:**

Local fishers harvested about 6,691 pounds of halibut in Area 4E. The F/V Shemya harvested a total of 111,377 pounds of 4D quota. This equates to a combined 4D/4E Halibut harvest for 275,001 pounds out of our 275,070 quota.

**2. Summary of bycatch:**

There was no bycatch reported in the Halibut CDQ fishery.

**B. Processing Report**

**Pollock Cod Processing Activities**

During the third quarter, the Arctic Fjord produced 1,301.14 Mt of surimi, 1,759.45 Mt of block and 48.03 MT of roe, for an overall recovery rate of 25.5%.

**Pacific Cod Processing Activities**

The Pacific Cod processed on the Bristol Leader and Alaskan Leader was made into both collarbone on and collarbone off product forms.

**Atka mackerel Processing Activities**

The Atka Mackerel and POP harvested were processed into an H&G product form. The bycatch of rockfish and cod were processed in a similar fashion.

**Yellowfin Sole Processing Activities**

The Yellowfin harvested was processed into an H&G product form.

**Halibut Processing Activities**

Catcher vessels or catcher sellers caught all of the halibut this quarter. None of the halibut CDQ caught was processed on board the vessels.

**C. Compliance/Enforcement Issues**

There were no compliance or enforcement issues reported in the 3rd quarter pollock, cod, Atka Mackerel, or Yellowfin sole or Halibut fisheries.

**D. Other Fishing Issues/Activities**

No Other Fishing Issues/Activities to report.